
Independent Auditors' Report

To
The Members,
VAMSEE TEJA MODERN RICE MILL PRIVATE LIMITED
Report on the financial statements

Opinion

We have audited the accompanying financial statements of **VAMSEE TEJA MODERN RICE MILL PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2024, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and notes to the financial statements including summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, its loss and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Statements and Auditor's Report Thereon.

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and its cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued there under. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure –A a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, and the statement of Cash flows and dealt with by this Report are in agreement with the relevant books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, relevant rules issued there under.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended :

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
b) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the financial statements, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
 - v. No dividend has been declared or paid during the year by the Company; and
 - vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

For Innamuri & Associates
Chartered Accountants
Firm's Registration No. 001145S



I.V.V.S. Krishna Rao

(I.V.V.S. Krishna Rao)
Proprietor
Membership No. 028511

Place : Alamuru
Date: 04-09-2024

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2024, we report that:

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets

(b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.

(ii) (a) Inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.

(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.

(c) On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of inventories. The discrepancies noticed on physical verification of inventory as compared to book records were not material and have been properly dealt with in the books of account.

(iii) The Company has not granted any loans to parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly, clause (iii) of the Companies (Auditor's Report) Order, 2015 is not applicable.

(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.

(v) The Company has not accepted any deposits from the public.

(vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31 March 2024 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no material dues of duty of customs, income tax, sales tax, duty of excise, service tax and value added tax which have not been deposited with the appropriate authorities on account of any dispute.

(viii) The Company has defaulted in repayment of dues to Banks. Working Capital loans amounting to Rs. 13,69,55,153/- became due for repayment on 30 September 2018, The same has not been paid till the date. The loans were declared as Non performing assets by the banks.

(ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.

(x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

(xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment of equity shares during the financial year. The Company has not made any Preferential or private placement of fully or partly convertible debentures during the year.

(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

(xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Innamuri & Associates
Chartered Accountants
Firm Registration No. 001145S



V.S. Krishna Rao
V.S. Krishna Rao)
Proprietor

Membership No. 028511

Place: Aalamuru

Date: 04-09-2024

Annexure - B to the Auditors' Report

Report on the Internal Financial Controls under Clause (l) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Vamsee Teja Modern Rice Mill Private Limited** ("the Company") as of 31 March 2024 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Aalamuru
Date: 04-09-2024

For Innamuri & Associates
Chartered Accountants
Firm Registration No. 001145S
M.No. 028511
FRN: 001145S

V.S. Krishna Rao
Proprietor
Membership No. 028511



VAMSEE TEJA MODERN RICE MILL PRIVATE LIMITED
D.NO.3-249, KODERU-TADEPALLIGUDEM STATE HIGHWAY
ALAMURU, PENUMANTRA MANDAL, ANDHRA PRADESH - 534126
BALANCE SHEET AS AT 31st MARCH, 2024

	PARTICULARS	Note No.	As at	As at
			March 31, 2024	March 31, 2023
			Rupees in '000s	Rupees in '000s
I	<u>EQUITY AND LIABILITIES:</u>			
1	Shareholders funds			
	(a) Share Capital	2	1,58,370	1,58,370
	(b) Reserves and Surplus	3	(34,076)	(32,160)
2	Share application money pending allotment		-	-
3	Non-current liabilities			
	(a) Long Term Borrowings	4	21,040	21,040
4	Current Liabilities			
	(a) Short Term Borrowings	5	1,36,955	1,36,955
	(b) Trade Payables		164423	164423
	(c) Other current liabilities	6	2,227	2,227
	(d) Short Term Provisions	7	-	-
	TOTAL		4,48,939	4,50,855
II	<u>ASSETS:</u>			
1	Non-current assets			
	(a) Fixed assets	8		
	- Tangible assets		29,993	32580
	(b) Deferred tax assets (net)		126211	125590
	(c) Long term loans & advances	9	1,489	1,401
2	Current assets			
	(a) Inventories	10	-	-
	(b) Trade Recievables	11	2,87,045	2,87,045
	(c) Cash and bank balances	12	2,769	2,801
	(d) Other Current assets	13	1,432	1,438
	TOTAL		4,48,939	4,50,855
Significant Accounting policies and Notes to accounts		1 to 31		

As per our report of even date
for Innamuri & Associates
Chartered Accountants
Firm Registration No. 001145S

(I.V.V.S.Krishna Rao)
(I.V.V.S.Krishna Rao)
Proprietor
Membership No. 28511



on behalf of the board
for Vamsee Teja Modern Rice Mill Private Limited

(N. Udaya Durga)
Director

(N. Udaya Durga)
Director

Place: Aalamuru
Date: 04-09-2024

VAMSEE TEJA MODERN RICE MILL PRIVATE LIMITED
D.NO.3-249, KODERU-TADEPALLIGUDEM STATE HIGHWAY
ALAMURU, PENUMANTRA MANDAL, ANDHRA PRADESH - 534126

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2024

	PARTICULARS	Note No.	Year ended	Year ended
			March 31, 2024	March 31, 2023
			Rupees in '000s	Rupees in '000s
I	Revenue from operations	14	-	-
II	Other Income	15	98	83
III	Total Revenue (I+II)		98	83
IV	Expenses:			
	(a) Employee benefits expense	16	-	-
	(b) Finance costs	17	0	0
	(c) Depreciation and amortization expense	8	2,587	2,587
	(d) Other Expenses	18	47	48
	Total Expenses		2,634	2,636
V	Profit / (loss) before Tax (III - IV)		(2,537)	(2,553)
VI	Tax Expense:			
	a) Current Tax		-	-
	b) Previous Years tax adjustments		-	-
	c) Deferred Tax		(621)	2,565
VII	Profit / (Loss) for the period (V-VI)		(1,916)	(5,118)
VIII	Earnings / (loss) per equity share:		Amt. in Rs.	Amt. in Rs.
	a) Basic		(0.12)	(0.32)
	b) Diluted		(0.12)	(0.32)
IX	No of shares considered for EPS Calculation:			
	a) Basic		15,837	15,837
	b) Diluted		15,837	15,837
Policies and Notes to accounts		1 to 31		

As per our report of even date
for Innamuri & Associates
Chartered Accountants

Firm Registration No. 0011455



V.S.Krishna Rao

Proprietor

Membership No. 28511

Place: Aalamuru

Date: 04-09-2024

on behalf of the board
for Vamsee Teja Modern Rice Mill Private Limited

(N.V.Satyanarayana)
Director

(N. Udaya Durga)
Director

VAMSEE TEJA MODERN RICE MILL PRIVATE LIMITED
D.NO.3-249, KODERU-TADEPALLIGUDEM STATE HIGHWAY
ALAMURU, PENUMANTRA MANDAL, ANDHRA PRADESH - 534126
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2024

PARTICULARS	Year ended March 31, 2024	Year ended March 31, 2023
	Rupees in '000s	Rupees in '000s
A) Cash Flow from Operating Activities		
Net Profit before tax	(2,536)	(2,553)
Adjustments for:		
Depreciation	2,587	2,587
Interest Paid	-	-
Interest Received	(98)	(83)
Operating Profit before changes in assets and liabilities	(47)	(48)
Adjustments for:		
Increase/(Decrease) in Trade Payables & Other liabilities	(0)	336
(Increase)/Decrease in Loans, Advances and other assets	(81)	(80)
(Increase)/Decrease in Inventories	-	-
(Increase) /Decrease in trade Receivables	-	-
Income-tax / TDS adjustments	(1)	(2)
Net cash flow from operating activities [A]	(130)	205
B) Cash flow from Investing Activities:		
(Increase) / decrease of Fixed Assets		-
(Increase) / decrease of Fixed Assets		-
Interest received	98	83
Net Cash flow from / (Used in) Investing Activities [B]	98	83
C) Cash flow from Financing Activities:		
Increase / (Decrease) in Share Capital & Share application money	-	-
Increase/(Decrease) in Borrowings	-	-
Interest Paid	-	-
Net cash flow from Financing Activities [C]	-	-
Net Increase/Decrease in cash & cash equivalents [A+B+C]	(32)	287
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	2,801	2,514
CASH & CASH EQUIVALENTS AT THE END OF THE YEAR	2,769	2,801

As per our report of even date
for Innamuri & Associates
Chartered Accountants

Firm Registration No. 001145S


V.S. Krishna Rao
Proprietor

Membership No. 28511

on behalf of the board
for Vamsee Teja Modern Rice Mill Private Limited



(N.V. Satyanarayana)
Director

(N. Udaya Durga)
Director

Place: Alamuru

Date: 04-09-2024

VAMSEE TEJA MODERN RICE MILL PRIVATE LIMITED

Notes on Accounts

NOTE NO.1: SIGNIFICANT ACCOUNTING POLICIES:

a) BASIS OF ACCOUNTING :

- These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis . GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified).
- Accounting policies not specifically referred to otherwise are in consonance with prudent accounting principles.
- All revenues, expenses, assets and liabilities having material bearing on the financial statements are recognized on accrual basis, unless otherwise stated.

b) USE OF ESTIMATES:

The preparation of financial statements requires estimates and assumptions to be made that effect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the result are known/materialized

c) FIXED ASSETS :

Fixed assets have been valued at cost plus incidental expenditure incurred towards stamp duty, registration and other expenditure.

d) DEPRECIATION:

Depreciation on fixed assets has been provided under Written Down Value method as per the Life specified in schedule II to the Companies Act, 2013, except that the residual value of the assets is 20% of the Carrying Value as on 31st March, 2014 as estimated by the

VAMSEE TEJA MODERN RICE MILL PRIVATE LIMITED

Notes on Accounts

Management.

e) TAXATION :

Current Tax :

Provision for the Income tax has been provided based on Taxable Income under the Income Tax Act, 1961.

Deferred Tax:

Deferred tax is calculated at applicable statutory Income-tax rate and is recognised on timing differences between taxable income and accounting income that originated in one period and are capable of reversal in one or more subsequent periods.

f) EARNINGS PER SHARE:

The Company reports Basic and Diluted earnings per share in accordance with AS-20 "Earnings per Share". The Basic earnings per share is computed by dividing the profit by the weighted average number of equity shares outstanding during the period. The Diluted earnings per share has been calculated by dividing the profit by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

g) INVENTORIES:

The Inventories have been valued at lower of cost or net realisable value.

h) LEASES:

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term are classified as operating lease. Operating lease payments are recognized as an expense over the lease term.

i) PROVISIONS, CONTINGENT LIABILITIES AND ASSETS:

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires outflow of resources, which can be reliably estimated.

VAMSEE TEJA MODERN RICE MILL PRIVATE LIMITED

Notes on Accounts

Disclosures for a contingent liability is made, without a provision in books, when there is an obligation that may, but probably will not, require outflow of resources. Contingent Assets are neither recognized nor disclosed.

j) BORROWING COST

Borrowing costs that are attributable to the acquisition / Development of qualifying assets are capitalised as part of costs of such assets and all other costs are charged to statement of Profit and loss

k) IMPAIRMENT OF FIXED ASSETS

Consideration is given at each balance sheet date to determine whether there is any indication of impairment of the carrying amount of the Company's fixed assets. An impairment loss is recognized whenever the carrying amount of an asset exceeds recoverable amount.

l) RETIREMENT BEBEFITS:

Provision of Provident fund is provided and paid to concerned authorities.

VAMSEE TEJA MODERN RICE MILL PRIVATE LIMITED
Notes to accounts

NOTE NO: 2 SHARE CAPITAL:

PARTICULARS	As at March 31, 2024		As at March 31, 2023	
	Number in '000s	Rupees in '000s	Number in '000s	Rupees in '000s
Authorised Equity Shares of Rs. 10/- each	16,000	1,60,000	16,000	1,60,000
Issued, Subscribed and Paid up Equity Shares of Rs. 10/- each fully paid up (Refer footnote (a) to (c) below)	15,837	1,58,370	15,837	1,58,370
Total	15,837	1,58,370	15,837	1,58,370

Footnote:

(a) Reconciliation of the number of shares outstanding as at March 31, 2024 and March 31, 2023 :

PARTICULARS	As at March 31, 2024		As at March 31, 2023	
	Number in '000s	Rupees in '000s	Number in '000s	Rupees in '000s
Equity Shares outstanding at the beginning of the year	15,837	1,58,370	15,837	1,58,370
Equity Shares Issued during the year	-	-	-	-
Equity Shares outstanding at the end of the year	15,837	1,58,370	15,837	1,58,370

(b) Details of Shareholders holding more than 5% shares:

PARTICULARS	As at March 31, 2024		As at March 31, 2023	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
1 N Subba Lakshmi	25,63,510	16.19%	25,63,510	16.19%
2 N Udaya Durga	41,40,528	26.14%	41,40,528	26.14%
3 N V Satyanaraya	48,82,924	30.83%	48,82,924	30.83%
4 Chirla Radha Devi	10,20,000	6.44%	10,20,000	6.44%

(c) Terms and rights attached to the equity shares:

The Company has only one class of equity shares having par value of Rs.10/- each. Each holder of equity shares is entitled for one vote per share. Distribution of dividends and repayment of capital, if any, by the company, shall be subject to the provisions of applicable laws.

N.V. Satyanaraya

VAMSEE TEJA MODERN RICE MILL PRIVATE LIMITED
Notes to accounts

NOTE NO: 3 RESERVES AND SURPLUS:

PARTICULARS	As at March 31, 2024	As at March 31, 2023
	Rupees in '000s	Rupees in '000s
(a) Surplus		
Opening Balance	(32,160)	(27,042)
(+) Net profit for the current year	-	-
(-) Net Loss for the current year	(1,915)	(5,118)
Closing Balance	(34,076)	(32,160)

NOTE NO: 4 LONG TERM BORROWINGS:

PARTICULARS	As at March 31, 2024	As at March 31, 2023
	Rupees in '000s	Rupees in '000s
(a) Secured loans	-	-
(b) Unsecured loans		
From Others		
(i) From Directors and their relatives	21,040	21,040
	-	-
	21,040	21,040

NOTE NO: 5 SHORT TERM BORROWINGS:

PARTICULARS	As at March 31, 2024	As at March 31, 2023
	Rupees in '000s	Rupees in '000s
(a) Secured Loans		
Working Capital Loans		
From banks		
(i) Indus ind bank - Cash Credit	1,36,955	1,36,955
	-	-
(Security details refer Note no.29)		
	1,36,955	1,36,955

N.V. Satyanarayanan

VAMISEE TEJA MODERN RICE MILL PRIVATE LIMITED

Notes to accounts

PARTICULARS	Gross Block			Depreciation			Net Block			
	Opening / Adjustments 01.04.2023	Additions during the Year	Deletions	Closing As at 31.03.2024	Upto 01.04.2023	For the Year	Deletions	Upto 31.03.2024	As at 31.03.2024	As at 31.03.2023
I. TANGIBLE ASSETS										
Lands	688	-	-	688	-	-	-	-	688	688
Building	34,176	-	-	34,176	14,121	1,835	-	15,956	18,220	20,055
Roads	8,087	-	-	8,087	1,935	422	-	2,357	5,730	6,152
Plant And Machinery	27,937	-	-	27,937	22,296	329	-	22,625	5,312	5,641
Computers	67	-	-	67	59	-	-	59	8	9
Furniture And Fixtures	77	-	-	77	64	-	-	64	13	13
Office Equipment	163	-	-	163	141	-	-	141	22	22
	-	-	-	-	-	-	-	-	-	-
II. INTANGIBLE ASSETS										
Total	71,196	-	-	71,196	38,616	2,587	-	41,203	29,993	32,580
Previous Year	71,196	-	-	71,196	36,029	2,587	-	38,616	32,580	35,167

N.V. Satyanarayanan

VAMSEE TEJA MODERN RICE MILL PRIVATE LIMITED
Notes to accounts

NOTE NO: 6 OTHER CURRENT LIABILITIES:

PARTICULARS	As at March 31, 2024	As at March 31, 2023
	Rupees in '000s	Rupees in '000s
(a) Expenses Payable	2227	2227
	2227	2227

NOTE NO: 7 SHORT TERM PROVISIONS:

PARTICULARS	As at March 31, 2024	As at March 31, 2023
	Rupees in '000s	Rupees in '000s
(a) Income Tax Provision	-	0
	-	0

NOTE NO: 9 LONG TERM LOANS & ADVANCES:

PARTICULARS	As at March 31, 2024	As at March 31, 2023
	Rupees in '000s	Rupees in '000s
(a) Deposits	1,489	1,401
	1,489	1,401

NOTE NO: 10 INVENTORIES:

PARTICULARS	As at March 31, 2024	As at March 31, 2023
	Rupees in '000s	Rupees in '000s
(a) Raw Materials	-	-
(b) Finished Goods	-	-
(c) Stores and consumables	-	-
	-	-

NOTE NO: 11 TRADE RECEIVABLES:

PARTICULARS	As at March 31, 2024	As at March 31, 2023
	Rupees in '000s	Rupees in '000s
(a) (Unsecured and considered good) Debts outstanding for more than six months	2,87,045	2,87,045
(b) Other Debts		
	2,87,045	2,87,045

N.V. Srinivasan

VAMSEE TEJA MODERN RICE MILL PRIVATE LIMITED
Notes to accounts

NOTE NO: 12 CASH AND BANK BALANCES:

PARTICULARS	As at March 31, 2024	As at March 31, 2023
	Rupees in '000s	Rupees in '000s
(a) Cash and cash equivalents:		
(i) Balances with banks		
(1) In Deposit Accounts	50	401
(2) In Current Accounts	2,353	1,987
(ii) Cash on hand	366	412
(b) Other bank balances:		
	2,769	2,801

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NOTE NO: 13 OTHER CURRENT ASSETS:

PARTICULARS	As at March 31, 2024	As at March 31, 2023
	Rupees in '000s	Rupees in '000s
(a) Advance tax and TDS receivable	10	8
(b) Other current assets	1,422	1,410
(c) Income Tax Refund receivable	-	19
	1,432	1,438

NOTE NO: 14 REVENUE FROM OPERATIONS:

PARTICULARS	Year ended March 31, 2024	Year ended March 31, 2023
	Rupees in '000s	Rupees in '000s
(a) Revenue from operations	-	-
	-	-

NOTE NO: 15 OTHER INCOME:

PARTICULARS	Year ended March 31, 2024	Year ended March 31, 2023
	Rupees in '000s	Rupees in '000s
(a) Interest received	98	83
	98	83

N. N. Satyanarayana